

2011-2012 FEDERAL DIRECT LOAN APPLICATION

SSN: _____ Student's Name (print): _____
Required Last First MI.

EMCC ID: _____ Telephone Number: _____

TO APPLY FOR A DIRECT LOAN YOU MUST:

- 1) COMPLETE ENTRANCE COUNSELING:
Go to: www.emcc.edu/financial-aid/ ;
select Student Loans.
- 2) COMPLETE A "MASTER PROMISSORY NOTE":
Go to: www.StudentLoans.gov, view the box "Manage My Direct Loan";
Sign In; select Complete Master Promissory Note.
- 3) Return this completed application to the Student Aid Office:
Eastern Maine Community College;
354 Hogan Road; Bangor, ME 04401 OR FAX: 974-4683

Indicate the TOTAL Federal Direct Loan(s)
you wish to borrow for the current school
year:

\$ _____

*(If you apply for an amount greater than what is listed
on your financial aid award notice, you must complete
the budget worksheet on the reverse.)*

I understand the following information about my student loan(s):

- The Master Promissory Note (MPN) is a legally binding document that sets the terms of my student loans and is valid, in most cases, for up to 10 years from the date I sign it. Each year, the Student Aid Office will notify me of the loan amount for which I am eligible and give me the opportunity to accept or reduce the amount. **By completing this application, I am applying for a loan which must be repaid.**
- I must pay back my loan(s) including any deducted fees, and accrued interest.
- I must repay my loan(s) even if I don't complete my education, am dissatisfied with my education, do not receive the educational or other services purchased from the school, or am unable to get a job after I complete my program.
- I must repay my loan(s) within 10 years, unless my loans are consolidated, or terms of my repayment plan provide otherwise.
- I may be eligible to repay my student loans under a standard, graduated, income-sensitive or extended repayment schedule, or to consolidate my loans for repayment.
- I may prepay all or part of my loan(s) without penalty. The minimum monthly loan payment is \$50, but can be more or less, depending on the repayment plan I choose and/or the amount I borrowed.
- I may access information about my student loans from the National Student Loan Data System (NSLDS) at www.nslds.ed.gov.
- Repayment of *Subsidized Federal Loans* begins the day after expiration of 6-month grace period. Repayment of *Unsubsidized Federal Loans* begins the day after expiration of 6-month grace period; however I may request interest payments begin at disbursement.
- I must notify my loan holder within 10 days, if I: 1) Change my name, address, telephone number, e-mail address, employer, or my employer's address or telephone number changes, or 2) Transfer to another school, drop to less than half time attendance or withdraw from school.
- I will be notified in writing if the address to which I must send payments or correspondence changes.
- I should notify my lender in a timely manner before the due date of any payment I cannot make.
- If I qualify, I may apply for a deferment (a postponement of loan payments). Types of deferment available to me depend on when I first received my loans; they may include deferment for periods of enrollment in school, unemployment, and economic hardship.
- If I do not qualify for a deferment and am unable to make payments on my loan(s), I may request forbearance from my lender. Forbearance is a special arrangement made for borrowers experiencing financial hardship or meeting other specified conditions (such as medical internship or residency).
- I may be eligible for partial or full discharge of my loan debt if I die, become totally and permanently disabled, or teach or provide child care in a designated area; or, in certain cases when a school closes, falsely certifies eligibility, or fails to make a required refund.
- If I fail to repay my loan(s), I may be considered in default, and the following may result: (1) My loan will be assigned to the agency that guaranteed the loan. (2) My default will be reported to all national credit bureaus and will negatively affect my credit rating. (3) The entire unpaid amount of my loan(s), including interest, may become due and payable immediately. (4) The guarantor may institute proceedings to offset my state and federal income tax refunds and other payments made by the federal government. (5) My wages may be garnished. (6) I may lose deferment eligibility. (7) I may be ineligible to receive any further federal or state financial aid funds. (8) My account may be referred to a collection agency or a civil suit may be brought against me to compel repayment; and I may be held liable for expenses reasonably incurred in these attempts to collect the loan, including attorney's fees.
- I have read all the information on this form and understand its meaning and intent. **My loan will be adjusted if my eligibility changes.**

Student's Signature: _____ Date: _____

ESTIMATE YOUR EXPENSES

1. Estimated Tuition and Fees for 2 semesters: \$ _____

	6 credits per semester for 2 semesters	9 credits per semester for 2 semesters	15 credits per semester for 2 semesters
Maine Residents	\$1616	\$2300	\$3666
Non-Maine residents	\$2624	\$3812	\$6186

2. Estimated Living Expenses**: + \$ _____

If you live on campus, estimate \$7,494 for room/board charge for the year.

If you live off campus, estimate your monthly rent, heat, food, utilities:

\$ _____ x 9 months = \$ _____ or calculate one semester costs if enrolled from spring term only:

\$ _____ x 4.5 months = \$ _____

3. Books and Supplies (approximately \$750 per year) + \$ _____

4. Gas, tolls, and other commuting expenses: + \$ _____

5. Personal and Miscellaneous expenses (insurance, medical, personal) list below: + \$ _____

6. Your Total Estimated Living Expenses (add lines 1 through 5): = \$ _____

ESTIMATE YOUR RESOURCES

7. Available Cash, Savings, Checking: + \$ _____

8. Earnings from work during the academic year**: + \$ _____

9. Grants, if any, from your EMCC financial aid award letter: + \$ _____

10. Anticipated Other Resources (private scholarship, assistance from outside agencies): + \$ _____

11. Your Total Resources (add line 7 through 10): = \$ _____

12. Difference between your estimated expenses and resources (line 6 minus line 11) = \$ _____

If your expenses exceed your resources, think of ways to decrease your expenses and/or increase your income. For great ideas on cutting costs...go to Financial Fitness Tools at

www.mappingyourfuture.org/money/calculators.htm

**Note: If you are enrolled for the spring semester only, calculate your expenses for 4.5 months only.